

Legislative Council Staff

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Fiscal Note

Drafting Number: LLS 21-0757 Date: March 31, 2021 Bill Status: Senate Business **Prime Sponsors:** Sen. Rodriguez Rep. Woodrow Fiscal Analyst: Erin Reynolds | 303-866-4146 Erin.Reynolds@state.co.us **Bill Topic: WORKERS' COMPENSATION PHYSICIAN** Summary of ☐ State Revenue □ TABOR Refund **Fiscal Impact:** □ State Transfer ☐ Statutory Public Entity This bill modifies the selection process for a treating physician in a workers' compensation case. It will increase state workload and may increase state and local expenditures on an ongoing basis. **Appropriation** No appropriation is required. Summary: **Fiscal Note** The fiscal note reflects the introduced bill.

Summary of Legislation

Status:

Under current law, when a worker is injured on the job, the worker's employer or worker's compensation insurer is required to provide a list of designated providers from which the injured worker may select a physician or corporate medical provider for treatment. This bill allows the injured worker to choose their treating physician from any level I or level II accredited physician from the Physician's Accreditation Program in the Division of Workers' Compensation in the Department of Labor and Employment. If an injured worker is unable or unwilling to select the treating physician, the employer or insurer is required to choose the physician.

State Expenditures

The bill will increase state workload in the Department of Labor and Employment and the Department of Regulatory Agencies, and may increase expenditures the Department of Personnel and Administration beginning in FY 2021-22.

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Department of Labor and Employment. The Division of Workers' Compensation will conduct rulemaking to reflect the change in the Workers' Compensation Rules of Procedure. The division director will also need to prescribe an authorized treating physician designation form. This increase in workload can be accomplished within existing appropriations.

Department of Regulatory Agencies. The Division of Professions and Occupations will conduct outreach and education to physicians and respond to any new complaints. This increase in workload can be accomplished within existing appropriations.

Department of Personnel and Administration. Any increase in workers' compensation costs is expected to be minimal as the bill requires the choice of a Level I and II certified physician and these physicians are familiar with workers' compensation and the requirements of all the involved parties. For informational purposes, state workers' compensation claims are primarily filed by the employees with Colorado State Patrol, the Department of Human Services, and the Department of Corrections. Any adjustment to state workers' compensation costs will be made through the annual budget process based on an actuarial analysis of actual claims and payments made.

Local Government.

Like the state, this bill may increase workers' compensation costs for local governments, but any increase is expected to be minimal.

Effective Date

The bill takes effect 90 days following adjournment of the General Assembly sine die, assuming no referendum petition is filed.

State and Local Government Contacts

Information Technology Labor Law Personnel Regulatory Agencies